GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2715
ANSWERED ON:08.08.2003
CREDIT DEPOSIT RATIO
V. SAROJA

Will the Minister of FINANCE be pleased to state:

(a) the credit deposit ratio of public sector banks of each State during the last three years;

(b) whether the credit deposit ratio of public sector banks in poor States have deteriorated resulting in depriving of the much needed credit; and

(c) if so, the steps taken by the banks to provide adequate credit to poor States?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI ANANDRAO VITHOBA ADSUL):

(a) and (b) The State-wise credit deposit ratio of public sector banks during the last three years is given in the enclosed statement. The CD Ratio varies from State to State.

(c) With an objective of having uniform economic development, banks have been advised to achieve a CD Ratio of 60% in respect of their rural and semi urban branches on an all India basis. There has also been, regular discussion on improving the CD Ratio in the various fora under the Lead Bank Scheme such as, SLBC, BLBC and DLRC meetings.